

May 20, 2005

Honorable James H. Welsh
Commissioner of Conservation
Office of Conservation
P. O. Box 94275
Baton Rouge, Louisiana 70804-9275

RE: 8600' Sand, Reservoir A
8900' Sand, Reservoir A
BASTIAN BAY FIELD
Plaquemines Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of Hilcorp Energy Company to the Commissioner of Conservation for the calling of a public hearing, after legal notice, to consider evidence relative to the issuance of orders pertaining to the following matters relating to the 8600' Sand, Reservoir A and the 8900' Sand, Reservoir A in the Bastian Bay Field, Plaquemines Parish, Louisiana.

FOR THE 8600' SAND, RESERVOIR A

1. To dissolve the 8600' RA SUA in the Bastian Bay Field, Plaquemines Parish, Louisiana, as established by Office of Conservation Order No. 339-F, effective December 1, 1964, and simultaneously therewith, to create a revised drilling and production unit for the exploration for and production of gas and condensate from the 8600' RA SUA.
2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit so created.
3. To designate a unit operator and a unit well for the unit so created.
4. To provide that any future wells drilled outside of the 8600' Sand, Reservoir A, shall be in accordance with the spacing provisions of Statewide Order No. 29-E.
5. To provide that the Commissioner may reclassify the 8600' Sand, Reservoir A, by supplemental order and without the necessity of a public hearing should such reclassification be warranted, based on evidence furnished the Commissioner.
6. Except as may be in conflict with the provisions hereof, the provisions of Office of Conservation Order No. 339-F shall remain in full force and effect.
7. To consider such other matters as may be pertinent.

The 8600' Sand, Reservoir A, in the Bastian Bay Field, Plaquemines Parish, Louisiana, was fully defined in Office of Conservation Order No. 339-FF, effective December 1, 1964 and is hereby further defined as that gas and condensate bearing sand encountered between the measured depths of 9076' and 9194' in the Hilcorp Energy Company - LL & E No. 30-D Well, located in Bastian Bay Field, Section 38, Township 20 South, Range 29 East, Plaquemines Parish, Louisiana.

FOR THE 8900' SAND, RESERVOIR A

1. To dissolve the 8900' RA SUA in the Bastian Bay Field, Plaquemines Parish, Louisiana, as established by Office of Conservation Order No. 339-H-1, effective May 1, 1958, and simultaneously therewith, to create a revised drilling and production unit for the exploration for and production of gas and condensate from the 8900' RA SUA.

2. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the unit so created.

3. To designate a unit operator and a unit well for the unit so created.

4. To provide that any future wells drilled outside of the 8900' Sand, Reservoir A, shall be in accordance with the spacing provisions of Statewide Order No. 29-E.

5. To provide that the Commissioner may reclassify the 8900' Sand, Reservoir A, by supplemental order and without the necessity of a public hearing should such reclassification be warranted, based on evidence furnished the Commissioner.

6. Except as may be in conflict with the provisions hereof, the provisions of Office of Conservation Order No. 339-H-1 shall remain in full force and effect.

7. To consider such other matters as may be pertinent.

The 8900' Sand, Reservoir A, in the Bastian Bay Field, Plaquemines Parish, Louisiana, was fully defined in Office of Conservation Order No. 339-H-1, effective May 1, 1958 and is hereby further defined as that gas and condensate bearing sand encountered between the measured depths of 9520' and 9586' in the Hilcorp Energy Company - LL & E No. 30-D Well, located in Bastian Bay Field, Section 38, Township 20 South, Range 29 East, Plaquemines Parish, Louisiana.

In addition to furnishing the legal notice to all Interested Parties, the applicant will provide for POSTING of the legal notice of the hearing and unit plats in a prominent place in the area of the Bastian Bay Field, Plaquemines Parish, Louisiana, and will cause the legal notice of the hearing to be PUBLISHED in a newspaper of general circulation published in the vicinity of the Bastian Bay Field, Plaquemines Parish, Louisiana, at least fifteen (15) days before the hearing date.

Any pertinent data relating to the subject application can be obtained **AT THE COST OF THE REQUESTING PARTY**, from Cambe Geological Services, 6300 Westpark, Suite 400, Houston, Texas 77057 (713-659-8363).

In compliance with the Rules of Procedure, a preapplication notice was given, but no request for a conference was received, and therefore, none was held.

There are attached hereto and made a part hereof plats outlining the proposed units and a list of the names and addresses of the Interested Owners, Represented Parties, and Interested Parties to whom this application is being sent. Pursuant to the Revised Rules of Procedure, such list of parties and proposed unit plats (being the same plats attached to the May 4, 2005 preapplication notice) are being furnished **ONLY** to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, said plats and the list of parties will be provided to any party requesting copies. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, there is enclosed our check on behalf of the applicant, Hilcorp Energy Company, in the sum of \$1,510.00 payable to the Office of Conservation and representing the required hearing application fee.

Sincerely,

LEON E. COMEAUX & ASSOCIATES



Bill McAlister, Jr.

BMJr/cu
Enclosures

cc: Mr. Richard Hudson
Office of Conservation
825 Kaliste Saloom Rd.
Brandywine III, Suite 220
Lafayette, LA 70508

Interested Owners, Interested Parties
and Represented Parties



